

The background of the slide features a blurred, sepia-toned image of a financial chart. The chart has a grid of horizontal and vertical lines. A solid line starts at the bottom left and trends upwards towards the top right. Along this line, there are numerous small, vertical rectangular bars, some pointing up and some pointing down, resembling a candlestick or bar chart. The overall tone is warm and professional.

Budget Transfer Policy

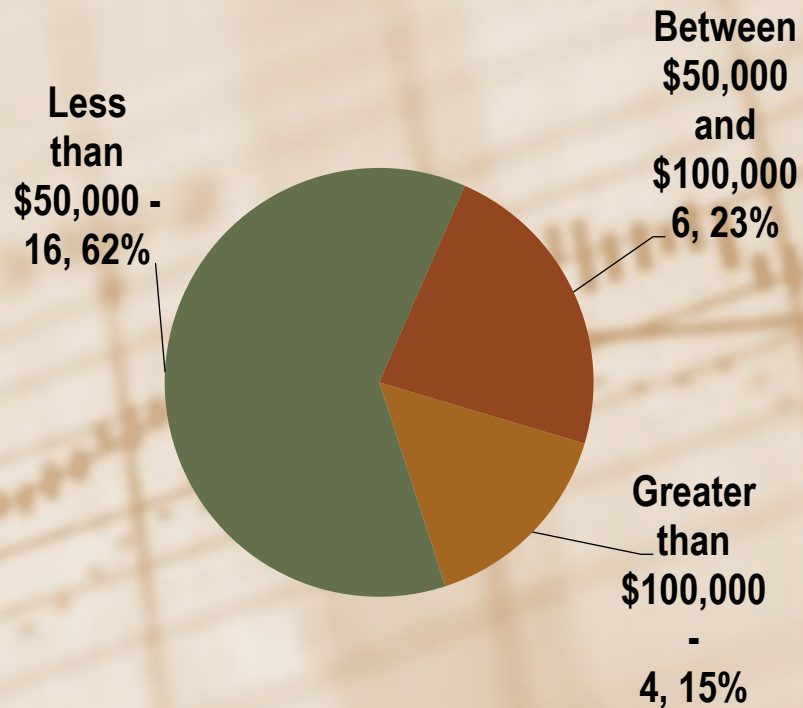
FEBRUARY 10, 2011

Historical Budget Transfer Thresholds – Delegated Authority

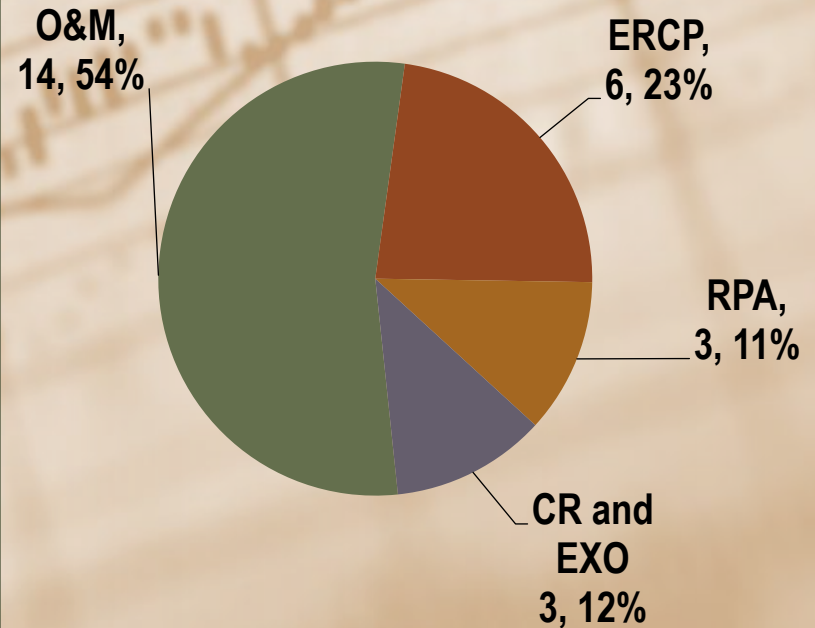
Approval Authority	Current Policy - Reso. #2005-1030 (Adopted on October 12, 2005)
Executive Director or designee	Budget transfers between departments within a resource area (not to exceed \$150,000 for non capital construction, and not to exceed \$500,000 for capital construction)
Executive Director or designee	Budget transfers between elements within a program in amounts not to exceed \$150,000 for non capital construction ,and not to exceed \$500,000 for capital construction.
Advance notification required	3 day advance Governing Board notice required, prior to implementation

Distribution of FY10 Governing Board Transfer Notifications (n=26)

By Dollar Amount



By Resource Area

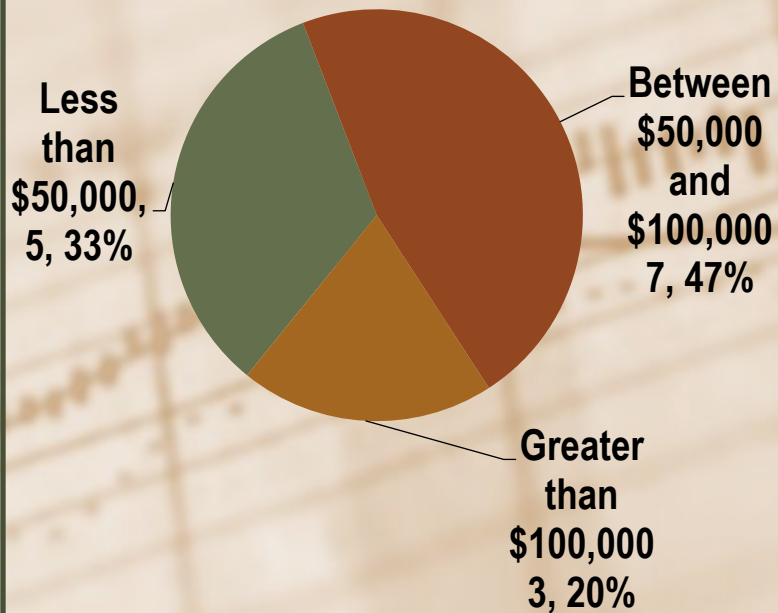


26 Budget Notification Requests in FY 2010

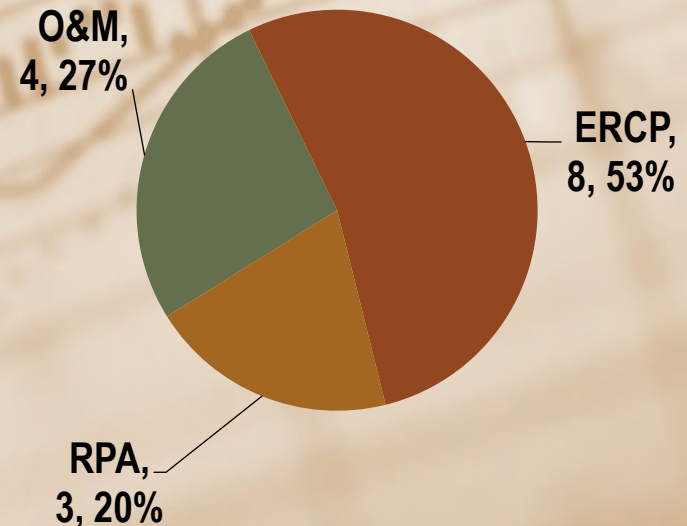
Amount	Reason for Request
\$3,400	A/C unit replacement at S-131 control room
\$4,600	Replace A/C units at S-319 and S-362.
\$5,500	A/C unit purchase for B-125 conference room
\$8,000	Air Compressor repairs at Golden Gate #2 Structure
\$9,650	Sound Study at PS 332-B
\$11,365	Mower replacement
\$11,688	Trash Rake at S-13 & Utility Vehicle conversion
\$15,000	Contractor for Lake O Sampling
\$18,250	Generator replacement at Homestead FS
\$25,040	IT Business Analyst contractor
\$26,347	Fuel Pump replacement at Miami FS
\$29,412	Replace SCADA vehicle
\$31,000	L-35 Levee Enhancement Seepage project rental equipment & materials
\$35,550	Southwest Ranches water quality improvements
\$40,119	Field Station account shortfall backfill
\$44,892	Manatee Bumper replacement at S-20F
\$52,000	Tools & Equipment purchase for new FTE
\$60,000	Consultant Services for Water Quality Issues
\$60,459	Local Initiative project oversight
\$63,677	SAP / Legacy Data Archive project production support
\$83,814	Tech Editing for Regional Water Supply Plans
\$100,000	Statement of Work for Rolling Meadows Wetland Restoration
\$131,274	Consultant for Herbert Hoover Dike project
\$136,478	Microwave Tower Lighting purchase
\$225,000	USACE cost credit Kissimmee River
\$250,000	G-508 pump station structure walls & investigation
\$1,482,515	Total

Distribution of FY09 Governing Board Transfer Notifications (n=15)

By Dollar Amount



By Resource Area



15 Budget Notification Requests in FY 2009

Amount	Reason for Request
\$10,000	Smart Irrigation Controller Demonstration and Evaluation Study
\$14,416	Final Payment for Miami-Dade Basin-21 Retrofit Project
\$18,466	Improvements to Miami Shores Village Stormwater Drainage and Treatment
\$34,099	USACE Agreement with UNIX/LINUS Operating System Administration
\$41,960	Replace Leaking Manatee Bumper at S25-B
\$58,336	Relocation Fees for Brady Ranch Land Acquisition
\$70,000	Field Technical Interns for Coastal Waterbodies
\$73,260	TEREX Load King Trailer for West Palm Beach Field Station
\$78,080	Planning Demographer Contract for New Regional Water Supply Plans
\$87,000	Purchase Vacuum Pumps and Vertical Drive Units for S-7 & S-8
\$93,000	Estero Bay Minimum Flows and Levels Development Study
\$93,000	Hydrological Analysis for Water Reservation Target Time Series Generation
\$100,124	Technical Support for Permits and Water Quality Monitoring
\$145,000	Convert Hardcopy Data into GIS Layers for Google Earth
\$145,920	C-111 / Modified Water Deliveries Project Cost Share with USACE
\$1,062,661	Total

Subsequent Enhancements to Internal Controls

- **Business Performance Management Office (BPMO)**
 - Focused on District business performance
 - Issues weekly “Friday Morning Report” that charts a wide spectrum of business indicators such as: budget execution and expenditures by department and resource area, invoice processing, capital projects O&M capital program progress, aging report of District purchase orders,
 - Coordinated process mapping of core District processes
 - Developed the “hospital chart” of key indicators that summarize District operational and fiscal health.

Subsequent Enhancements to Internal Controls (cont.)

- Business Service Directors and supporting financial personnel are in place within each Resource Area.
- Formal Change Control Process with committee review and approval of funds being redirected for other uses.
- Implemented Project Systems module to detail and monitor the status of capital projects.
- Enhanced quarterly and year end reporting of AWP status.
- In depth briefings with individual Board members of all items on the monthly Governing Board agenda.

Recommended Delegated Authority

Current Policy Components	Recommended Policy
Budget transfers between departments within a resource area (not to exceed \$150,000 for non-capital construction, and not to exceed \$500,000 for capital construction).	No change to the existing policy is recommended.
Budget transfers between elements within a program (not to exceed \$150,000 for non-capital construction, and not to exceed \$500,000 for capital construction).	No change to the existing policy is recommended.
	<p>1. Budget transfers for processes or capital projects that do not change the level of funding initially authorized by the Governing Board, but merely change the department or resource area administering the funds, are authorized under the delegated authority.</p> <p>2. Personnel transfers, as long as budgeted personnel appropriations within a given fund are not exceeded, are also authorized via delegated authority.</p>
Requires 3 day advance GB notification, prior to implementation	No requirement for 3 day advance GB notification, prior to implementation

Recommended Budget Transfer Thresholds – Governing Board Approval Required

Reso. #2005-1030 Adopted on 10/12/2005 (Current Policy Components)	Staff Recommendation
Budget transfers between resource areas.	No change to the existing policy is recommended.
Budget transfers between programs.	No change to the existing policy is recommended.
Budget transfers between departments within a resource area (in amounts exceeding \$150,000 for non-capital construction, and exceeding \$500,000 for capital construction).	No change to the existing policy is recommended.
Budget transfers between elements within a program (in amounts exceeding \$150,000 for non-capital construction, and exceeding \$500,000 for capital construction).	No change to the existing policy is recommended.

Staff Recommendation

**That the Governing Board adopts:
RESOLUTION NO. No. 2011-219**

**A RESOLUTION OF THE GOVERNING BOARD OF
THE SOUTH FLORIDA WATER MANAGEMENT
DISTRICT AMENDING SECTION 110-25 OF THE
DISTRICT POLICIES CODE REGARDING CRITERIA
FOR GOVERNING BOARD APPROVALS OF
BUDGET TRANSFERS; PROVIDING FOR
INCLUSION IN THE DISTRICT POLICIES CODE;
PROVIDING FOR SEVERABILITY; PROVIDING AN
EFFECTIVE DATE**